OF THE STATE OF DELAWARE

DEGEOVE APR 0 2 2002 DELAWARE INSURANCE DEPT.

IN RE:

PROPOSED CONVERSION OF:
CAREFIRST OF MARYLAND, INC., : Docket No.:
with WELLPOINT HEALTH:
NETWORKS, INC.:

MOTION FOR PARTY STATUS

The Honorable M. Jane Brady, Attorney General of the State of Delaware, hereby moves for a designation of "Party" status, so that she may be permitted to participate in the proceedings related to the captioned FORM A filing, pursuant to 18 *Del. C.* ch. 50. In support of this application, the following facts and reasons are offered:

- 1. The Attorney General is the chief law enforcement officer of the State of Delaware. Her duties include providing counsel and legal advice to State officials, agencies, Boards and Commissions, enforcing the State's consumer protection statutes, protecting charitable trusts, including any not-for-profit entities holding funds accrued by, through and for the public benefit.
- 2. The State of Delaware and its employees have a direct, substantial pecuniary interest in the above transaction, in that the State and/or its employees and citizens participate in more than 25,000 contracts existing between present and retired State employees and citizens and BCBSD, Inc.
- 3. The Attorney General is authorized by 29 Del. C. § 2517(c)(8) to represent the interests of all Delaware consumers.
- 4. The Attorney General is authorized by 12 *Del. C.* § 3541 and the doctrine of *parens* patriae to protect the public interest in the administration of any not-for-profit charitable assets as she may deem necessary and proper.

5. The Attorney General is authorized by 5 Del. C. § 2106 to fully investigate all matters

that may effect the unlawful restraint of trade or commerce in Delaware.

6. In order to effectuate her participation in these proceedings, in the public interest, the

Attorney General is required to seek the assistance of experts in the disciplines of economics,

investment banking, insurance and conversion law, and such other advice as she may deem proper

and necessary to acquire in the course of her investigation into and review of this proposed

transaction, at the expense of the Acquiror.

WHEREFORE, the Attorney General has substantial governmental and pecuniary interests

in the above proposed transaction and such interests, which may be protected only by her full

participation in the proceedings related to the captioned matter, including obtaining advice from

experts.

M. JANE BRADY, ATTORNEY GENERAL

By:

Marsha Kramarck

Deputy Attorney General

Carvel State Office Building

820 N. French Street, 6th floor

Wilmington, DE 19801

(302) 577-5180

Dated: April 1, 2002

BEFORE THE INSURANCE COMMISSIONER

OF THE STATE OF DELAWARE

IN RE:		
PROPOSED CONVERSION OF	:	

CAREFIRST OF MARYLAND, INC., : Docket No.: with WELLPOINT HEALTH NETWORKS, INC.

ORDER

WHEREAS, in consideration of the application of the Attorney General to be a designated

as a party, so as to fully participate in the above captioned conversion proceedings.

IT IS HEREBY ORDERED this _____ day of _____, 2002

that the application of the Attorney General is hereby GRANTED. She and her assignees at within the Department of Justice are designated as 'PARTY" with the right to full participation

in the above captioned proceedings.

IT IS FURTHER ORDERED

that the Acquiror shall indemnify the Attorney General and shall pay any and all expenses which she may incur by reason of engaging any experts she may deem necessary to facilitate her

investigation into this matter. Payment of such expenses shall be made in the manner set forth in

any letters of engagement signed by the Attorney General.

Vincent J. Bifferato Hearing Officer

BEFORE THE INSURANCE COMMISSIONER

OF THE STATE OF DELAWARE

IN RE:

PROPOSED CONVERSION OF

CAREFIRST OF MARYLAND, INC., :

Docket No.:

with WELLPOINT HEALTH

NETWORKS, INC.

CERTIFICATE OF SERVICE

I certify that on the below date I served two copies by U.S. Mail of the Attorney General's

Motion for Party Status on the following individual:

David S. Swayze, Esquire Reed Smith 1201 Market Street, Suite 1500 Wilmington, DE 19801

Michael J. Rich, Deputy Attorney General Department of Insurance 841 Silver Lake Boulevard Rodney Building Dover, DE 19903-1507

Marsha Kramarck

Deputy Attorney General Carvel State Office Building 820 N. French Street, 6th floor

Wilmington, DE 19801

(302) 577-5180

Dated: April 1, 2002